F - Environmental and Public Protection Cabinet

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F - Environmental and Public Protection Cabinet

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SENATE BUDGET REPORT - 2008 REGULAR SESSION OF THE GENERAL ASSEMBLY

F - Environmental and Public Protection Cabinet — Operating Budget

Summary Totals

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
General Fund (Tobacco)	28,180,200	28,180,200		28,551,300	28,551,300		28,881,900	28,881,900	
General Fund	104,276,000	104,276,000		85,952,300	84,298,600	(1,653,700)	92,333,700	90,763,400	(1,570,300)
Restricted Funds	404,780,400	404,780,400		371,971,700	368,971,700	(3,000,000)	379,847,400	376,847,400	(3,000,000)
Federal Funds	76,879,400	76,879,400		75,542,400	75,542,400		82,822,700	82,822,700	
Road Fund	300,000	300,000		300,000	300,000		300,000	300,000	
Regular Total Funds	**614,416,000**	**614,416,000**		**562,317,700**	**557,664,000**	**(4,653,700)**	**584,185,700**	**579,615,400**	**(4,570,300)**
Use of Continuing	13,496,000	13,496,000		(2,500,000)	(2,500,000)		(2,250,000)	(2,250,000)	
TOTAL FUNDS	**627,912,000**	**627,912,000**		**559,817,700**	**555,164,000**	**(4,653,700)**	**581,935,700**	**577,365,400**	**(4,570,300)**
II. EXPENDITURE CATEGORY									
Personnel Costs	232,885,800	232,885,800		235,319,300	233,461,500	(1,857,800)	244,609,600	242,751,800	(1,857,800)
Operating Expenses	180,174,800	180,174,800		165,799,500	165,503,600	(295,900)	165,555,400	165,342,900	(212,500)
Grants, Loans, Benefits	183,711,300	183,711,300		134,595,400	132,095,400	(2,500,000)	140,955,700	138,455,700	(2,500,000)
Debt Service	4,068,000	4,068,000		589,000	589,000		2,801,000	2,801,000	
Capital Outlay	4,268,100	4,268,100		3,156,000	3,156,000		2,975,400	2,975,400	
Construction	22,804,000	22,804,000		20,358,500	20,358,500		25,038,600	25,038,600	
TOTAL EXPENDITURES	**627,912,000**	**627,912,000**		**559,817,700**	**555,164,000**	**(4,653,700)**	**581,935,700**	**577,365,400**	**(4,570,300)**
III. BASE LEVEL BUDGET BY FUND SOURCE									
General Fund (Tobacco)	28,180,200	28,180,200		28,551,300	28,551,300		28,881,900	28,881,900	
General Fund	104,276,000	104,276,000		82,825,300	81,171,600	(1,653,700)	89,192,700	87,622,400	(1,570,300)
Restricted Funds	404,780,400	404,780,400		365,426,200	362,926,200	(2,500,000)	370,036,500	367,536,500	(2,500,000)
Federal Funds	76,879,400	76,879,400		72,632,400	72,632,400		72,980,200	72,980,200	
Road Fund	300,000	300,000		300,000	300,000		300,000	300,000	
Regular Total Funds	**614,416,000**	**614,416,000**		**549,735,200**	**545,581,500**	**(4,153,700)**	**561,391,300**	**557,321,000**	**(4,070,300)**
Use of Continuing	13,496,000	13,496,000		(2,500,000)	(2,500,000)		(2,250,000)	(2,250,000)	
TOTAL BASE LEVEL	**627,912,000**	**627,912,000**		**547,235,200**	**543,081,500**	**(4,153,700)**	**559,141,300**	**555,071,000**	**(4,070,300)**
IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE									
General Fund				3,127,000	3,127,000		3,141,000	3,141,000	
Restricted Funds				6,545,500	6,045,500	(500,000)	9,810,900	9,310,900	(500,000)
Federal Funds				2,910,000	2,910,000		9,842,500	9,842,500	
TOTAL ADDITIONAL				**12,582,500**	**12,082,500**	**(500,000)**	**22,794,400**	**22,294,400**	**(500,000)**

SENATE BUDGET REPORT - 2008 REGULAR SESSION OF THE GENERAL ASSEMBLY

F - Environmental and Public Protection Cabinet

Capital Budget

Summary Totals

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference
I. CAPITAL PROJECT RECAP BY FUND SOURCE									
Restricted Funds				5,600,000	5,600,000		5,600,000	5,600,000	
Federal Funds				1,000,000	1,000,000		1,000,000	1,000,000	
Bond Funds				37,000,000	37,000,000				
Investment Income				200,000	200,000		200,000	200,000	
TOTAL CAPITAL				**43,800,000**	**43,800,000**		**6,800,000**	**6,800,000**	

General Administration and Program Support

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
General Fund	8,583,000	8,583,000		7,517,000	7,517,000		8,001,000	8,001,000	
Restricted Funds	6,186,500	6,186,500		6,560,900	6,560,900		5,963,200	5,963,200	
Federal Funds	1,514,200	1,514,200		1,554,600	1,554,600		1,566,400	1,566,400	
Regular Total Funds	**16,283,700**	**16,283,700**		**15,632,500**	**15,632,500**		**15,530,600**	**15,530,600**	
Use of Continuing									
TOTAL FUNDS	**16,283,700**	**16,283,700**		**15,632,500**	**15,632,500**		**15,530,600**	**15,530,600**	
II. EXPENDITURE CATEGORY									
Personnel Costs	14,536,000	14,536,000		13,362,500	13,362,500		13,365,800	13,365,800	
Operating Expenses	1,734,700	1,734,700		2,257,000	2,257,000		1,709,800	1,709,800	
Debt Service							442,000	442,000	
Capital Outlay	13,000	13,000		13,000	13,000		13,000	13,000	
TOTAL EXPENDITURES	**16,283,700**	**16,283,700**		**15,632,500**	**15,632,500**		**15,530,600**	**15,530,600**	
III. BASE LEVEL BUDGET BY FUND SOURCE									
General Fund	8,583,000	8,583,000		7,517,000	7,517,000		8,001,000	8,001,000	
Restricted Funds	6,186,500	6,186,500		6,560,900	6,560,900		5,963,200	5,963,200	
Federal Funds	1,514,200	1,514,200		1,554,600	1,554,600		1,566,400	1,566,400	
Regular Total Funds	**16,283,700**	**16,283,700**		**15,632,500**	**15,632,500**		**15,530,600**	**15,530,600**	
Use of Continuing									
TOTAL BASE LEVEL	**16,283,700**	**16,283,700**		**15,632,500**	**15,632,500**		**15,530,600**	**15,530,600**	
TRANSFERS TO THE GENERAL FUND									
General Administration and Program Support									
Kentucky Heritage Land Conservation Fund (KRS 146.570) A $10,000,000 capital appropriation from bond funds in Part II, Capital Projects Budget, of this Act will be used to replace this transfer of funds to the General Fund.				10,000,000	10,000,000				
Kentucky Pride Trust Fund (KRS 224.43-505(1))					2,500,000	2,500,000		2,500,000	2,500,000
Kentucky Pride Trust Fund Pursuant to KRS 224.43-505(2)(a)3., these funds transfers to the General Fund support the General Fund debt service on the bonds sold as appropriated by 2003 Ky. Acts ch. 156, Part II, A., 3., c.				2,006,300	2,006,300		2,006,300	2,006,300	
TOTAL				**12,006,300**	**14,506,300**	**2,500,000**	**2,006,300**	**4,506,300**	**2,500,000**

GENERAL ADMINISTRATION AND PROGRAM SUPPORT

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon reduced fiscal year 2007-2008 funding levels as revised by the General Fund Budget Reduction Order 08-01. This Order reduced General Fund appropriations by $65,262,416 and Restricted Funds appropriations by $8,873,600 in fiscal year 2007-2008. The Order also increased resources to the General Fund through additional fund transfers of $42,324,600 in fiscal year 2007-2008.

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon mandatory General Fund lapses of $174,143,584 in fiscal year 2007-2008, $2,500,000 in fiscal year 2008-2009, and $2,250,000 in fiscal year 2009-2010.

The State/Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy, addresses salary increments, retirement, health insurance, and personnel complement.

The State/Executive Branch Budget Bill, Part V, Funds Transfer, includes transfers from Kentucky Heritage Land Conservation Fund, Restricted Funds of $10,000,000 in fiscal year 2008-2009; Kentucky Pride Trust Fund, Restricted Funds of $2,000,000 in fiscal year 2008-2009 and additional Restricted Funds of $2,006,300 in fiscal year 2008-2009 and $2,006,300 in fiscal year 2009-2010 for debt service on previously issued bonds.

The State/Executive Branch Budget Bill, Part I, Operating Budget, includes language provisions that direct:

"**Debt Service**: Included in the above General Fund appropriation is $442,000 in fiscal year 2009-2010 for new debt service to support new bonds as set forth in Part II, Capital Projects Budget, of this Act."

"**Use of Rockwell Settlement Funds**: Pursuant to KRS 48.005(5), in fiscal year 2007-2008 $1,500,000 shall be transferred from the Rockwell International Corporation NR Damage Fund to the Logan County Fiscal Court to acquire, restore, or replace natural resources in accordance with the Agreed Order to construct a park along Town Branch Creek in Russellville."

HOUSE REPORT

The House concurs with the Branch with the following changes:

The House amends the State/Executive Branch Budget Bill, Part I, Operating Budget, to include the following language provision:

GENERAL ADMINISTRATION AND PROGRAM SUPPORT

"**Use of Rockwell Settlement Funds**: Pursuant to KRS 48.005(5), in fiscal year 2007-2008 $1,500,000 shall be transferred from the Rockwell International Corporation NR Damage Fund to the City of Russellville to acquire, restore, or replace natural resources in accordance with the Agreed Order to construct a park along Town Branch Creek in Russellville."

The House amends the State/Executive Branch Budget Bill, Part V, Funds Transfer, to delete the Kentucky Pride Trust Restricted Funds transfer of $2,000,000 in fiscal year 2008-2009.

SENATE REPORT

The Senate concurs with the House with the following change:

The Senate amends the State/Executive Branch Budget Bill, Part V, Funds Transfer, to include the Kentucky Pride Trust Restricted Funds transfer of $2,500,000 in fiscal year 2008-2009 and $2,500,000 in fiscal year 2009-2010.

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General Administration and Program Support

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference
I. CAPITAL PROJECT RECAP BY FUND SOURCE									
Restricted Funds				3,000,000	3,000,000		3,000,000	3,000,000	
Federal Funds				1,000,000	1,000,000		1,000,000	1,000,000	
Bond Funds				10,000,000	10,000,000				
Investment Income				200,000	200,000		200,000	200,000	
TOTAL CAPITAL				**14,200,000**	**14,200,000**		**4,200,000**	**4,200,000**	
II. CAPITAL PROJECTS									
1 Kentucky Heritage Land Conservation Fund - Additional									
PRJ569A1378									
Restricted Funds				3,000,000	3,000,000		3,000,000	3,000,000	
Federal Funds				1,000,000	1,000,000		1,000,000	1,000,000	
Bond Funds				10,000,000	10,000,000				
Project Total				**14,000,000**	**14,000,000**		**4,000,000**	**4,000,000**	
2 Maintenance Pool - 2008-2010									
PRJ569A1380									
Investment Income				200,000	200,000		200,000	200,000	
Project Total				**200,000**	**200,000**		**200,000**	**200,000**	
TOTAL CAPITAL				**14,200,000**	**14,200,000**		**4,200,000**	**4,200,000**	

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F - Environmental and Public Protection Cabinet — Operating Budget

Environmental Protection

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
General Fund	26,255,800	26,255,800		22,283,600	22,283,600		23,639,800	23,639,800	
Restricted Funds	38,052,200	38,052,200		31,173,900	28,673,900	(2,500,000)	36,224,000	33,724,000	(2,500,000)
Federal Funds	20,076,800	20,076,800		20,802,400	20,802,400		20,558,600	20,558,600	
Road Fund	300,000	300,000		300,000	300,000		300,000	300,000	
Regular Total Funds	**84,684,800**	**84,684,800**		**74,559,900**	**72,059,900**	**(2,500,000)**	**80,722,400**	**78,222,400**	**(2,500,000)**
Use of Continuing									
TOTAL FUNDS	**84,684,800**	**84,684,800**		**74,559,900**	**72,059,900**	**(2,500,000)**	**80,722,400**	**78,222,400**	**(2,500,000)**
II. EXPENDITURE CATEGORY									
Personnel Costs	52,210,000	52,210,000		52,124,100	52,124,100		53,060,700	53,060,700	
Operating Expenses	7,540,900	7,540,900		7,473,500	7,473,500		7,402,600	7,402,600	
Grants, Loans, Benefits	14,820,400	14,820,400		10,184,500	7,684,500	(2,500,000)	15,467,500	12,967,500	(2,500,000)
Debt Service							91,000	91,000	
Capital Outlay	1,359,500	1,359,500		1,320,400	1,320,400		1,263,100	1,263,100	
Construction	8,754,000	8,754,000		3,457,400	3,457,400		3,437,500	3,437,500	
TOTAL EXPENDITURES	**84,684,800**	**84,684,800**		**74,559,900**	**72,059,900**	**(2,500,000)**	**80,722,400**	**78,222,400**	**(2,500,000)**
III. BASE LEVEL BUDGET BY FUND SOURCE									
General Fund	26,255,800	26,255,800		22,283,600	22,283,600		23,639,800	23,639,800	
Restricted Funds	38,052,200	38,052,200		30,916,900	28,416,900	(2,500,000)	35,798,500	33,298,500	(2,500,000)
Federal Funds	20,076,800	20,076,800		19,282,900	19,282,900		19,184,200	19,184,200	
Road Fund	300,000	300,000		300,000	300,000		300,000	300,000	
Regular Total Funds	**84,684,800**	**84,684,800**		**72,783,400**	**70,283,400**	**(2,500,000)**	**78,922,500**	**76,422,500**	**(2,500,000)**
Use of Continuing									
TOTAL BASE LEVEL	**84,684,800**	**84,684,800**		**72,783,400**	**70,283,400**	**(2,500,000)**	**78,922,500**	**76,422,500**	**(2,500,000)**
IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE									
Restricted Funds				257,000	257,000		425,500	425,500	
Federal Funds				1,519,500	1,519,500		1,374,400	1,374,400	
TOTAL ADDITIONAL				**1,776,500**	**1,776,500**		**1,799,900**	**1,799,900**	
V. ADDITIONAL BUDGET ITEMS									
1 GB Compliance Assistance									
ABR590B0004 Provides funds to support 2 positions.									
Restricted Funds				87,800	87,800		245,900	245,900	
Federal Funds				152,400	152,400		88,700	88,700	
Project Total				**240,200**	**240,200**		**334,600**	**334,600**	

F - Environmental and Public Protection Cabinet — Operating Budget

Environmental Protection

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference
2 GB Waste Management									
ABR590B0016 Provides funds to support 5 full-time positions.									
Federal Funds				603,900	603,900		651,000	651,000	
Project Total				**603,900**	**603,900**		**651,000**	**651,000**	
3 GB Enforcement									
ABR590B0003 Provides funds to support 2 full-time positions.									
Restricted Funds				10,600	10,600		11,400	11,400	
Federal Funds				95,000	95,000		95,000	95,000	
Project Total				**105,600**	**105,600**		**106,400**	**106,400**	
4 EXPAN Water Division - Permitting/Tempo Computer System Support									
ABR590B0010 Provides funds to fill 1 vacant position.									
Restricted Funds				10,700	10,700		11,300	11,300	
Federal Funds				37,800	37,800		36,500	36,500	
Project Total				**48,500**	**48,500**		**47,800**	**47,800**	
5 EXPAN Waste Management - Paper Recycling Program									
ABR590B0017 Provides funds to support 1 full-time position.									
Restricted Funds				40,500	40,500		43,900	43,900	
Project Total				**40,500**	**40,500**		**43,900**	**43,900**	
6 NEW Water Division - Groundwater Monitoring									
ABR590B0009 Provides funds to fill 5 positions and purchase 1 motor vehicle.									
Restricted Funds				81,500	81,500		85,700	85,700	
Federal Funds				329,900	329,900		277,600	277,600	
Project Total				**411,400**	**411,400**		**363,300**	**363,300**	
7 EXPAN Waste Management - Superfund Contractor Oversight									
ABR590B0018 Provides funds to support 1 full-time position.									
Federal Funds				54,400	54,400		62,200	62,200	
Project Total				**54,400**	**54,400**		**62,200**	**62,200**	
8 EXPAN Waste Management - Bluegrass Chemical Agent Destruction									
ABR590B0020 Provides funds to support 1 full-time position.									
Federal Funds				74,200	74,200		79,700	79,700	
Project Total				**74,200**	**74,200**		**79,700**	**79,700**	

Environmental Protection

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference
9 EXPAN Water Division - Basin Coordinators									
ABR590B0006 Provides funds to support 2 full-time positions and purchase 1 motor vehicle.									
Restricted Funds				25,900	25,900		27,300	27,300	
Federal Funds				171,900	171,900		83,700	83,700	
Project Total				**197,800**	**197,800**		**111,000**	**111,000**	
TOTAL ADDITIONAL				**1,776,500**	**1,776,500**		**1,799,900**	**1,799,900**	

ENVIRONMENTAL PROTECTION

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon reduced fiscal year 2007-2008 funding levels as revised by the General Fund Budget Reduction Order 08-01. This Order reduced General Fund appropriations by $65,262,416 and Restricted Funds appropriations by $8,873,600 in fiscal year 2007-2008. The Order also increased resources to the General Fund through additional fund transfers of $42,324,600 in fiscal year 2007-2008.

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon mandatory General Fund lapses of $174,143,584 in fiscal year 2007-2008, $2,500,000 in fiscal year 2008-2009, and $2,250,000 in fiscal year 2009-2010.

The State/Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy, addresses salary increments, retirement, health insurance, and personnel complement.

The State/Executive Branch Budget Bill, Part I, Operating Budget, includes language provisions that direct:

"**Municipal Solid Waste Landfill Inspectors:** Notwithstanding KRS 224.43-320, no funds are provided in the above appropriations for the assignment of full-time inspectors to each municipal solid waste landfill operating in the Commonwealth."

"**Debt Service:** Included in the above General Fund appropriation is $91,000 in fiscal year 2009-2010 for new debt service to support new bonds as set forth in Part II, Capital Projects Budget, of this Act."

"**Hazardous Waste Fund**: Notwithstanding KRS 224.46-580(7), the annual hazardous waste assessment as set forth in KRS 224.46-580(8) shall continue until June 30, 2010."

HOUSE REPORT

The House concurs with the Branch with the following changes:

The House increases Restricted Funds support totalling $2,000,000 in fiscal year 2008-2009 for the Kentucky Pride Program.

The House amends the State/Executive Branch Budget Bill, Part I, Operating Budget, to include the following language provision:

"**Kentucky Pride Program:** Included in the above Restricted Funds appropriation is $11,000,000 in each fiscal year for the Kentucky

ENVIRONMENTAL PROTECTION
Pride Program."

SENATE REPORT
The Senate concurs with the House with the following changes:

The Senate decreases Restricted Funds support totalling $2,500,000 in each fiscal year for the Kentucky Pride Program.

The Senate amends the State/Executive Branch Budget Bill, Part I, Operating Budget, to include the following language provisions:

"**Hazardous Waste Fund**: Notwithstanding KRS 224.46-580(7), the annual hazardous waste assessment as set forth in KRS 224.46-580(8) shall continue until June 30, 2010, except that hazardous waste that is delivered from the generator to an on-site or off-site industrial boiler or furnace and burned for energy recovery in accordance with state and federal laws and regulations shall be assessed at one-half of the appropriate rate. Notwithstanding KRS 224.60-130, if receipts of the Hazardous Waste Management Fund are below $1,800,000 in either fiscal year 2008-2009 or fiscal year 2009-2010, the difference between the actual receipts and $1,800,000 shall be transferred to the Hazardous Waste Management Fund from funds collected pursuant to KRS 224.60-130."

"**Kentucky Pride Program**: Included in the above Restricted Funds appropriation is $13,500,000 in each fiscal year for the Kentucky Pride Program."

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F - Environmental and Public Protection Cabinet — Capital Budget

Environmental Protection

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference
I. CAPITAL PROJECT RECAP BY FUND SOURCE									
Restricted Funds				2,600,000	2,600,000		2,600,000	2,600,000	
Bond Funds				2,000,000	2,000,000				
TOTAL CAPITAL				**4,600,000**	**4,600,000**		**2,600,000**	**2,600,000**	
II. CAPITAL PROJECTS									
1 Hazardous Waste Management Fund - 2008-2010									
PRJ590B1673									
Restricted Funds				2,100,000	2,100,000		2,100,000	2,100,000	
Project Total				**2,100,000**	**2,100,000**		**2,100,000**	**2,100,000**	
2 State-Owned Dam Repair - 2008-2010									
PRJ590B1675									
Bond Funds				2,000,000	2,000,000				
Project Total				**2,000,000**	**2,000,000**				
3 State-Funded Leaking Underground Storage Tanks - 2008-2010									
PRJ590B1674									
Restricted Funds				500,000	500,000		500,000	500,000	
Project Total				**500,000**	**500,000**		**500,000**	**500,000**	
4 Franklin County - Lease									
PRJ590B5001									
General Fund									
Project Total									
5 Franklin County - Lease									
PRJ590B5000									
General Fund									
Project Total									
TOTAL CAPITAL				**4,600,000**	**4,600,000**		**2,600,000**	**2,600,000**	

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F - Environmental and Public Protection Cabinet — Operating Budget

Natural Resources

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
General Fund (Tobacco)	9,000,000	9,000,000		9,000,000	9,000,000		9,000,000	9,000,000	
General Fund	14,755,000	14,755,000		11,760,700	11,760,700		14,135,200	14,135,200	
Restricted Funds	5,822,300	5,822,300		7,394,600	6,894,600	(500,000)	5,322,900	4,822,900	(500,000)
Federal Funds	6,704,800	6,704,800		7,253,000	7,253,000		7,253,000	7,253,000	
Regular Total Funds	**36,282,100**	**36,282,100**		**35,408,300**	**34,908,300**	**(500,000)**	**35,711,100**	**35,211,100**	**(500,000)**
Use of Continuing	9,152,800	9,152,800							
TOTAL FUNDS	**45,434,900**	**45,434,900**		**35,408,300**	**34,908,300**	**(500,000)**	**35,711,100**	**35,211,100**	**(500,000)**
II. EXPENDITURE CATEGORY									
Personnel Costs	15,602,300	15,602,300		15,763,700	15,263,700	(500,000)	16,239,000	15,739,000	(500,000)
Operating Expenses	3,770,200	3,770,200		3,077,600	3,077,600		3,073,000	3,073,000	
Grants, Loans, Benefits	24,042,300	24,042,300		14,139,400	14,139,400		13,971,500	13,971,500	
Capital Outlay	1,020,100	1,020,100		427,600	427,600		427,600	427,600	
Construction	1,000,000	1,000,000		2,000,000	2,000,000		2,000,000	2,000,000	
TOTAL EXPENDITURES	**45,434,900**	**45,434,900**		**35,408,300**	**34,908,300**	**(500,000)**	**35,711,100**	**35,211,100**	**(500,000)**
III. BASE LEVEL BUDGET BY FUND SOURCE									
General Fund (Tobacco)	9,000,000	9,000,000		9,000,000	9,000,000		9,000,000	9,000,000	
General Fund	14,755,000	14,755,000		11,760,700	11,760,700		14,135,200	14,135,200	
Restricted Funds	5,822,300	5,822,300		6,894,600	6,894,600		4,822,900	4,822,900	
Federal Funds	6,704,800	6,704,800		6,862,200	6,862,200		6,862,200	6,862,200	
Regular Total Funds	**36,282,100**	**36,282,100**		**34,517,500**	**34,517,500**		**34,820,300**	**34,820,300**	
Use of Continuing	9,152,800	9,152,800							
TOTAL BASE LEVEL	**45,434,900**	**45,434,900**		**34,517,500**	**34,517,500**		**34,820,300**	**34,820,300**	
IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE									
Restricted Funds				500,000		(500,000)	500,000		(500,000)
Federal Funds				390,800	390,800		390,800	390,800	
TOTAL ADDITIONAL				**890,800**	**390,800**	**(500,000)**	**890,800**	**390,800**	**(500,000)**
V. ADDITIONAL BUDGET ITEMS									
1 GB Forestry									
ABRNRC00001 Provides funds to support 11 positions and purchase 1 vehicle.									
Federal Funds				390,800	390,800		390,800	390,800	
Project Total				**390,800**	**390,800**		**390,800**	**390,800**	

Natural Resources

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference
2 GB Forestry Tree Nurseries									
ABRNRC00002 Provides Restricted Funds support to the tree nursery programs.									
Restricted Funds				500,000		(500,000)	500,000		(500,000)
Project Total				**500,000**		**(500,000)**	**500,000**		**(500,000)**
TOTAL ADDITIONAL				**890,800**	**390,800**	**(500,000)**	**890,800**	**390,800**	**(500,000)**

TRANSFERS TO THE GENERAL FUND						
Natural Resources						
Agency Revenue Fund			500,000	500,000	500,000	500,000
KRS 146.570(1), 149.280(2), 149.670, 353.590(3)						
TOTAL			**500,000**	**500,000**	**500,000**	**500,000**

NATURAL RESOURCES

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon reduced fiscal year 2007-2008 funding levels as revised by the General Fund Budget Reduction Order 08-01. This Order reduced General Fund appropriations by $65,262,416 and Restricted Funds appropriations by $8,873,600 in fiscal year 2007-2008. The Order also increased resources to the General Fund through additional fund transfers of $42,324,600 in fiscal year 2007-2008.

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon mandatory General Fund lapses of $174,143,584 in fiscal year 2007-2008, $2,500,000 in fiscal year 2008-2009, and $2,250,000 in fiscal year 2009-2010.

The State/Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy, addresses salary increments, retirement, health insurance, and personnel complement.

The State/Executive Branch Budget Bill, Part I, Operating Budget, includes language provisions that direct:

"**Emergency Forest Fire Suppression**: Not less than $240,000 of the above General Fund appropriation for each fiscal year shall be set aside for emergency forest fire suppression. There is appropriated from the General Fund the necessary funds, subject to the conditions and procedures provided in this Act, which are required as a result of emergency fire suppression activities in excess of $240,000. Fire suppression costs in excess of $240,000 annually shall be deemed necessary government expenses and shall be paid from the General Fund Surplus Account (KRS 48.700) or the Budget Reserve Trust Fund Account (KRS 48.705)."

"**Use of Settlement Funds**: Pursuant to KRS 48.005(5), $1,000,000 shall be transferred from the Martin County Damage Trust Fund and $1,000,000 shall be transferred from the Rockwell International Corporation NR Damage Fund in fiscal year 2008-2009 to the Division of Forestry for purposes of acquisition, restoration, or replacement of natural resources as required by the settlements' respective Agreed Orders."

HOUSE REPORT

The House concurs with the Branch with the following change:

The House amends the State/Executive Branch Budget Bill, Part I, Operating Budget, to include the following language provision:

"**Forestry Tree Nurseries:** Included in the above Restricted Funds appropriation is $500,000 in each fiscal year for the Department of

NATURAL RESOURCES
Natural Resources' tree nursery programs in Morgan County and Marshall County which shall maintain normal business operations through the biennium."

SENATE REPORT
The Senate concurs with the House with the following changes:

The Senate amends the State/Executive Branch Budget Bill, Part I, Operating Budget, by removing the language concerning "Forestry Tree Nurseries."

The Senate decreases Restricted Funds support totaling $500,000 in fiscal year 2008-2009 and $500,000 in fiscal year 2009-2010.

The Senate amends Part V, Funds Transfer, to include Restricted Funds transfer of $500,000 in fiscal year 2008-2009 and $500,000 in fiscal year 2009-2010

F - Environmental and Public Protection Cabinet — Operating Budget

Mine Reclamation and Enforcement

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
General Fund	10,417,000	10,417,000		9,531,000	9,531,000		9,689,500	9,689,500	
Restricted Funds	3,353,700	3,353,700		7,604,400	7,604,400		9,712,900	9,712,900	
Federal Funds	18,532,900	18,532,900		19,203,500	19,203,500		19,773,200	19,773,200	
Regular Total Funds	**32,303,600**	**32,303,600**		**36,338,900**	**36,338,900**		**39,175,600**	**39,175,600**	
Use of Continuing									
TOTAL FUNDS	**32,303,600**	**32,303,600**		**36,338,900**	**36,338,900**		**39,175,600**	**39,175,600**	
II. EXPENDITURE CATEGORY									
Personnel Costs	25,571,900	25,571,900		28,045,200	28,045,200		29,750,400	29,750,400	
Operating Expenses	4,160,200	4,160,200		3,579,600	3,579,600		3,710,600	3,710,600	
Grants, Loans, Benefits	1,355,700	1,355,700		1,472,300	1,472,300		1,458,600	1,458,600	
Capital Outlay	1,065,800	1,065,800		840,700	840,700		854,900	854,900	
Construction	150,000	150,000		2,401,100	2,401,100		3,401,100	3,401,100	
TOTAL EXPENDITURES	**32,303,600**	**32,303,600**		**36,338,900**	**36,338,900**		**39,175,600**	**39,175,600**	
III. BASE LEVEL BUDGET BY FUND SOURCE									
General Fund	10,417,000	10,417,000		9,531,000	9,531,000		9,689,500	9,689,500	
Restricted Funds	3,353,700	3,353,700		3,610,700	3,610,700		3,680,900	3,680,900	
Federal Funds	18,532,900	18,532,900		18,203,800	18,203,800		18,695,900	18,695,900	
Regular Total Funds	**32,303,600**	**32,303,600**		**31,345,500**	**31,345,500**		**32,066,300**	**32,066,300**	
Use of Continuing									
TOTAL BASE LEVEL	**32,303,600**	**32,303,600**		**31,345,500**	**31,345,500**		**32,066,300**	**32,066,300**	
IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE									
Restricted Funds				3,993,700	3,993,700		6,032,000	6,032,000	
Federal Funds				999,700	999,700		1,077,300	1,077,300	
TOTAL ADDITIONAL				**4,993,400**	**4,993,400**		**7,109,300**	**7,109,300**	
V. ADDITIONAL BUDGET ITEMS									
1 GB Abandoned Mine Lands									
ABRNRF00003 Provides funds to support 20 full-time positions and additional reclamation projects.									
Restricted Funds				3,993,700	3,993,700		6,032,000	6,032,000	
Federal Funds				999,700	999,700		1,077,300	1,077,300	
Project Total				**4,993,400**	**4,993,400**		**7,109,300**	**7,109,300**	

Mine Reclamation and Enforcement

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference
TOTAL ADDITIONAL				**4,993,400**	**4,993,400**		**7,109,300**	**7,109,300**	

MINE RECLAMATION AND ENFORCEMENT

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon reduced fiscal year 2007-2008 funding levels as revised by the General Fund Budget Reduction Order 08-01. This Order reduced General Fund appropriations by $65,262,416 and Restricted Funds appropriations by $8,873,600 in fiscal year 2007-2008. The Order also increased resources to the General Fund through additional fund transfers of $42,324,600 in fiscal year 2007-2008.

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon mandatory General Fund lapses of $174,143,584 in fiscal year 2007-2008, $2,500,000 in fiscal year 2008-2009, and $2,250,000 in fiscal year 2009-2010.

The State/Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy, addresses salary increments, retirement, health insurance, and personnel complement.

The State/Executive Branch Budget Bill, Part I, Operating Budget, includes language provisions that direct:

"**Return of Permit and Acreage Fees**: Included in the above General Fund appropriation is $600,000 in each fiscal year for the return of permit and acreage fees under KRS 350.139. Any required expenditure for this purpose in excess of this amount in either fiscal year is appropriated to the department."

"**Temporary Deposit Escrow Funds**: Notwithstanding KRS 350.060, 350.070, and 350.139 and pursuant to KRS 350.163 and 350.465(3)(k), $268,200 in fiscal year 2008-2009 and $300,000 in fiscal year 2009-2010 shall be transferred from the Temporary Deposit Escrow account to the Division of Permits."

HOUSE REPORT

The House concurs with the Branch.

SENATE REPORT

The Senate concurs with the House.

MINE RECLAMATION AND ENFORCEMENT

Mine Reclamation and Enforcement

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference
II. CAPITAL PROJECTS									
1 Franklin County - Lease									
PRJNRF05000									
General Fund									
Project Total									
TOTAL CAPITAL									

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F - Environmental and Public Protection Cabinet **Operating Budget**

Abandoned Mine Land Reclamation Projects

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
Federal Funds	22,000,000	22,000,000		22,000,000	22,000,000		29,000,000	29,000,000	
Regular Total Funds	**22,000,000**	**22,000,000**		**22,000,000**	**22,000,000**		**29,000,000**	**29,000,000**	
Use of Continuing									
TOTAL FUNDS	**22,000,000**	**22,000,000**		**22,000,000**	**22,000,000**		**29,000,000**	**29,000,000**	
II. EXPENDITURE CATEGORY									
Personnel Costs	450,000	450,000		1,000,000	1,000,000		3,000,000	3,000,000	
Grants, Loans, Benefits	9,700,000	9,700,000		9,000,000	9,000,000		10,300,000	10,300,000	
Construction	11,850,000	11,850,000		12,000,000	12,000,000		15,700,000	15,700,000	
TOTAL EXPENDITURES	**22,000,000**	**22,000,000**		**22,000,000**	**22,000,000**		**29,000,000**	**29,000,000**	
III. BASE LEVEL BUDGET BY FUND SOURCE									
Federal Funds	22,000,000	22,000,000		22,000,000	22,000,000		22,000,000	22,000,000	
Regular Total Funds	**22,000,000**	**22,000,000**		**22,000,000**	**22,000,000**		**22,000,000**	**22,000,000**	
Use of Continuing									
TOTAL BASE LEVEL	**22,000,000**	**22,000,000**		**22,000,000**	**22,000,000**		**22,000,000**	**22,000,000**	
IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE									
Federal Funds							7,000,000	7,000,000	
TOTAL ADDITIONAL							**7,000,000**	**7,000,000**	
V. ADDITIONAL BUDGET ITEMS									
1 GB AML Projects									
ABRNRM00001 Provides funds to support additional abandoned mine lands projects.									
Federal Funds							7,000,000	7,000,000	
Project Total							**7,000,000**	**7,000,000**	
TOTAL ADDITIONAL							**7,000,000**	**7,000,000**	

ABANDONED MINE LAND RECLAMATION PROJECTS

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon reduced fiscal year 2007-2008 funding levels as revised by the General Fund Budget Reduction Order 08-01. This Order reduced General Fund appropriations by $65,262,416 and Restricted Funds appropriations by $8,873,600 in fiscal year 2007-2008. The Order also increased resources to the General Fund through additional fund transfers of $42,324,600 in fiscal year 2007-2008.

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon mandatory General Fund lapses of $174,143,584 in fiscal year 2007-2008, $2,500,000 in fiscal year 2008-2009, and $2,250,000 in fiscal year 2009-2010.

The State/Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy, addresses salary increments, retirement, health insurance, and personnel complement.

HOUSE REPORT

The House concurs with the Branch.

SENATE REPORT

The Senate concurs with the House.

F - Environmental and Public Protection Cabinet **Operating Budget**

Environmental Quality Commission

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
Restricted Funds	221,000	221,000		232,100	232,100		239,100	239,100	
Regular Total Funds	**221,000**	**221,000**		**232,100**	**232,100**		**239,100**	**239,100**	
Use of Continuing									
TOTAL FUNDS	**221,000**	**221,000**		**232,100**	**232,100**		**239,100**	**239,100**	
II. EXPENDITURE CATEGORY									
Personnel Costs	188,700	188,700		194,800	194,800		201,800	201,800	
Operating Expenses	32,300	32,300		37,300	37,300		37,300	37,300	
TOTAL EXPENDITURES	**221,000**	**221,000**		**232,100**	**232,100**		**239,100**	**239,100**	
III. BASE LEVEL BUDGET BY FUND SOURCE									
Restricted Funds	221,000	221,000		232,100	232,100		239,100	239,100	
Regular Total Funds	**221,000**	**221,000**		**232,100**	**232,100**		**239,100**	**239,100**	
Use of Continuing									
TOTAL BASE LEVEL	**221,000**	**221,000**		**232,100**	**232,100**		**239,100**	**239,100**	

ENVIRONMENTAL QUALITY COMMISSION

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon reduced fiscal year 2007-2008 funding levels as revised by the General Fund Budget Reduction Order 08-01. This Order reduced General Fund appropriations by $65,262,416 and Restricted Funds appropriations by $8,873,600 in fiscal year 2007-2008. The Order also increased resources to the General Fund through additional fund transfers of $42,324,600 in fiscal year 2007-2008.

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon mandatory General Fund lapses of $174,143,584 in fiscal year 2007-2008, $2,500,000 in fiscal year 2008-2009, and $2,250,000 in fiscal year 2009-2010.

The State/Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy, addresses salary increments, retirement, health insurance, and personnel complement.

HOUSE REPORT

The House concurs with the Branch.

SENATE REPORT

The Senate concurs with the House.

Kentucky Nature Preserves Commission

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
General Fund	1,181,100	1,181,100		1,181,100	1,088,100	(93,000)	1,181,100	1,171,500	(9,600)
Restricted Funds	402,800	402,800		355,300	355,300		355,300	355,300	
Federal Funds	585,500	585,500		100,200	100,200		45,600	45,600	
Regular Total Funds	**2,169,400**	**2,169,400**		**1,636,600**	**1,543,600**	**(93,000)**	**1,582,000**	**1,572,400**	**(9,600)**
Use of Continuing									
TOTAL FUNDS	**2,169,400**	**2,169,400**		**1,636,600**	**1,543,600**	**(93,000)**	**1,582,000**	**1,572,400**	**(9,600)**
II. EXPENDITURE CATEGORY									
Personnel Costs	1,359,900	1,359,900		1,248,800	1,248,800		1,337,200	1,337,200	
Operating Expenses	224,700	224,700		311,900	218,900	(93,000)	218,900	209,300	(9,600)
Grants, Loans, Benefits	20,900	20,900		75,900	75,900		25,900	25,900	
Capital Outlay	13,900	13,900							
Construction	550,000	550,000							
TOTAL EXPENDITURES	**2,169,400**	**2,169,400**		**1,636,600**	**1,543,600**	**(93,000)**	**1,582,000**	**1,572,400**	**(9,600)**
III. BASE LEVEL BUDGET BY FUND SOURCE									
General Fund	1,181,100	1,181,100		1,181,100	1,088,100	(93,000)	1,181,100	1,171,500	(9,600)
Restricted Funds	402,800	402,800		355,300	355,300		355,300	355,300	
Federal Funds	585,500	585,500		100,200	100,200		45,600	45,600	
Regular Total Funds	**2,169,400**	**2,169,400**		**1,636,600**	**1,543,600**	**(93,000)**	**1,582,000**	**1,572,400**	**(9,600)**
Use of Continuing									
TOTAL BASE LEVEL	**2,169,400**	**2,169,400**		**1,636,600**	**1,543,600**	**(93,000)**	**1,582,000**	**1,572,400**	**(9,600)**

KENTUCKY NATURE PRESERVES COMMISSION

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon reduced fiscal year 2007-2008 funding levels as revised by the General Fund Budget Reduction Order 08-01. This Order reduced General Fund appropriations by $65,262,416 and Restricted Funds appropriations by $8,873,600 in fiscal year 2007-2008. The Order also increased resources to the General Fund through additional fund transfers of $42,324,600 in fiscal year 2007-2008.

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon mandatory General Fund lapses of $174,143,584 in fiscal year 2007-2008, $2,500,000 in fiscal year 2008-2009, and $2,250,000 in fiscal year 2009-2010.

The State/Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy, addresses salary increments, retirement, health insurance, and personnel complement.

HOUSE REPORT

The House concurs with the Branch with the following change:

The House increases General Fund support totaling $93,000 in fiscal year 2008-2009 and $9,600 in fiscal year 2009-2010 for the operating funds of the Kentucky Nature Preserves Commission.

SENATE REPORT

The Senate concurs with the House with the following change:

The Senate decreases General Fund support totaling $93,000 in fiscal year 2008-2009 and $9,600 in fiscal year 2009-2010.

Public Protection Commissioner

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
Restricted Funds	812,300	812,300		884,000	884,000		900,300	900,300	
Regular Total Funds	**812,300**	**812,300**		**884,000**	**884,000**		**900,300**	**900,300**	
Use of Continuing									
TOTAL FUNDS	**812,300**	**812,300**		**884,000**	**884,000**		**900,300**	**900,300**	
II. EXPENDITURE CATEGORY									
Personnel Costs	646,400	646,400		720,400	720,400		737,000	737,000	
Operating Expenses	165,900	165,900		152,900	152,900		163,300	163,300	
Capital Outlay				10,700	10,700				
TOTAL EXPENDITURES	**812,300**	**812,300**		**884,000**	**884,000**		**900,300**	**900,300**	
III. BASE LEVEL BUDGET BY FUND SOURCE									
Restricted Funds	812,300	812,300		884,000	884,000		900,300	900,300	
Regular Total Funds	**812,300**	**812,300**		**884,000**	**884,000**		**900,300**	**900,300**	
Use of Continuing									
TOTAL BASE LEVEL	**812,300**	**812,300**		**884,000**	**884,000**		**900,300**	**900,300**	
TRANSFERS TO THE GENERAL FUND									
Public Protection Commissioner									
Agency Revenue Fund				600,000	600,000		800,000	800,000	
TOTAL				**600,000**	**600,000**		**800,000**	**800,000**	

PUBLIC PROTECTION COMMISSIONER

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon reduced fiscal year 2007-2008 funding levels as revised by the General Fund Budget Reduction Order 08-01. This Order reduced General Fund appropriations by $65,262,416 and Restricted Funds appropriations by $8,873,600 in fiscal year 2007-2008. The Order also increased resources to the General Fund through additional fund transfers of $42,324,600 in fiscal year 2007-2008.

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon mandatory General Fund lapses of $174,143,584 in fiscal year 2007-2008, $2,500,000 in fiscal year 2008-2009, and $2,250,000 in fiscal year 2009-2010.

The State/Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy, addresses salary increments, retirement, health insurance, and personnel complement.

The State/Executive Branch Budget Bill, Part V, Funds Transfer, includes transfers from Public Protection Commissioner, Restricted Funds of $600,000 in fiscal year 2008-2009, and $800,000 in fiscal year 2009-2010.

HOUSE REPORT

The House concurs with the Branch.

SENATE REPORT

The Senate concurs with the House.

Boxing and Wrestling Authority

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
Restricted Funds	100,000	100,000		100,000	100,000		100,000	100,000	
Regular Total Funds	**100,000**	**100,000**		**100,000**	**100,000**		**100,000**	**100,000**	
Use of Continuing									
TOTAL FUNDS	**100,000**	**100,000**		**100,000**	**100,000**		**100,000**	**100,000**	
II. EXPENDITURE CATEGORY									
Personnel Costs	38,800	38,800		56,400	56,400		57,600	57,600	
Operating Expenses	61,200	61,200		43,600	43,600		42,400	42,400	
TOTAL EXPENDITURES	**100,000**	**100,000**		**100,000**	**100,000**		**100,000**	**100,000**	
III. BASE LEVEL BUDGET BY FUND SOURCE									
Restricted Funds	100,000	100,000		100,000	100,000		100,000	100,000	
Regular Total Funds	**100,000**	**100,000**		**100,000**	**100,000**		**100,000**	**100,000**	
Use of Continuing									
TOTAL BASE LEVEL	**100,000**	**100,000**		**100,000**	**100,000**		**100,000**	**100,000**	

BOXING AND WRESTLING AUTHORITY

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon reduced fiscal year 2007-2008 funding levels as revised by the General Fund Budget Reduction Order 08-01. This Order reduced General Fund appropriations by $65,262,416 and Restricted Funds appropriations by $8,873,600 in fiscal year 2007-2008. The Order also increased resources to the General Fund through additional fund transfers of $42,324,600 in fiscal year 2007-2008.

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon mandatory General Fund lapses of $174,143,584 in fiscal year 2007-2008, $2,500,000 in fiscal year 2008-2009, and $2,250,000 in fiscal year 2009-2010.

The State/Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy, addresses salary increments, retirement, health insurance, and personnel complement.

HOUSE REPORT

The House concurs with the Branch.

SENATE REPORT

The Senate concurs with the House.

Petroleum Storage Tank Environmental Assurance Fund

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
General Fund	3,479,000	3,479,000					1,679,000	1,679,000	
Restricted Funds	28,878,400	28,878,400		29,183,100	29,183,100		29,261,000	29,261,000	
Regular Total Funds	**32,357,400**	**32,357,400**		**29,183,100**	**29,183,100**		**30,940,000**	**30,940,000**	
Use of Continuing									
TOTAL FUNDS	**32,357,400**	**32,357,400**		**29,183,100**	**29,183,100**		**30,940,000**	**30,940,000**	
II. EXPENDITURE CATEGORY									
Personnel Costs	2,829,200	2,829,200		3,081,600	3,081,600		3,159,200	3,159,200	
Operating Expenses	25,300,000	25,300,000		25,318,100	25,318,100		25,318,400	25,318,400	
Grants, Loans, Benefits	83,400	83,400		83,400	83,400		83,400	83,400	
Debt Service	3,479,000	3,479,000					1,679,000	1,679,000	
Capital Outlay	165,800	165,800		200,000	200,000		200,000	200,000	
Construction	500,000	500,000		500,000	500,000		500,000	500,000	
TOTAL EXPENDITURES	**32,357,400**	**32,357,400**		**29,183,100**	**29,183,100**		**30,940,000**	**30,940,000**	
III. BASE LEVEL BUDGET BY FUND SOURCE									
General Fund	3,479,000	3,479,000					1,679,000	1,679,000	
Restricted Funds	28,878,400	28,878,400		29,183,100	29,183,100		29,261,000	29,261,000	
Regular Total Funds	**32,357,400**	**32,357,400**		**29,183,100**	**29,183,100**		**30,940,000**	**30,940,000**	
Use of Continuing									
TOTAL BASE LEVEL	**32,357,400**	**32,357,400**		**29,183,100**	**29,183,100**		**30,940,000**	**30,940,000**	
TRANSFERS TO THE GENERAL FUND									
Petroleum Storage Tank Environmental Assurance Fund									
Insurance Administration Fund				65,000,000	65,000,000		16,500,000	16,500,000	
(KRS 224.60-130, 224.60-140, 224.60-145, and 224.60-150) A $25,000,000 capital appropriation from bond funds in Part II, Capital Projects Budget, of this Act will be used to partially replace this transfer of funds to the General Fund.									
TOTAL				**65,000,000**	**65,000,000**		**16,500,000**	**16,500,000**	

PETROLEUM STORAGE TANK ENVIRONMENTAL ASSURANCE FUND

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon reduced fiscal year 2007-2008 funding levels as revised by the General Fund Budget Reduction Order 08-01. This Order reduced General Fund appropriations by $65,262,416 and Restricted Funds appropriations by $8,873,600 in fiscal year 2007-2008. The Order also increased resources to the General Fund through additional fund transfers of $42,324,600 in fiscal year 2007-2008.

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon mandatory General Fund lapses of $174,143,584 in fiscal year 2007-2008, $2,500,000 in fiscal year 2008-2009, and $2,250,000 in fiscal year 2009-2010.

The State/Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy, addresses salary increments, retirement, health insurance, and personnel complement.

The State/Executive Branch Budget Bill, Part V, Funds Transfer, includes a transfer from Petroleum Storage Tank Assurance Fund, Restricted Funds of $65,000,000 in fiscal year 2008-2009, and $16,500,000 in fiscal year 2009-2010.

The State/Executive Branch Budget Bill, Part I, Operating Budget, includes language provisions that direct:

"**Debt Service**: Included in the above General Fund appropriation is $1,679,000 in fiscal year 2009-2010 for new debt service to support bonds as set forth in Part II, Capital Projects Budget, of this Act. Included in the above Restricted Funds appropriation in fiscal year 2008-2009 is $25,000,000 for underground storage tank fund payments from new bonds as set forth in Part II, Capital Projects Budget, of this Act."

HOUSE REPORT

The House concurs with the Branch.

SENATE REPORT

The Senate concurs with the House.

Petroleum Storage Tank Environmental Assurance Fund

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference
I. CAPITAL PROJECT RECAP BY FUND SOURCE									
Bond Funds				25,000,000	25,000,000				
TOTAL CAPITAL				**25,000,000**	**25,000,000**				
II. CAPITAL PROJECTS									
1 Petroleum Storage Tank Environmental Assurance Fund									
PRJ590P5000									
Bond Funds				25,000,000	25,000,000				
Project Total				**25,000,000**	**25,000,000**				
TOTAL CAPITAL				**25,000,000**	**25,000,000**				

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Alcoholic Beverage Control

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
General Fund	1,096,700	1,096,700		965,000	965,000		965,000	965,000	
Restricted Funds	4,131,600	4,131,600		4,196,800	4,196,800		4,350,300	4,350,300	
Regular Total Funds	**5,228,300**	**5,228,300**		**5,161,800**	**5,161,800**		**5,315,300**	**5,315,300**	
Use of Continuing									
TOTAL FUNDS	**5,228,300**	**5,228,300**		**5,161,800**	**5,161,800**		**5,315,300**	**5,315,300**	
II. EXPENDITURE CATEGORY									
Personnel Costs	4,335,700	4,335,700		4,251,700	4,251,700		4,387,300	4,387,300	
Operating Expenses	775,200	775,200		800,100	800,100		811,000	811,000	
Grants, Loans, Benefits	117,400	117,400		110,000	110,000		117,000	117,000	
TOTAL EXPENDITURES	**5,228,300**	**5,228,300**		**5,161,800**	**5,161,800**		**5,315,300**	**5,315,300**	
III. BASE LEVEL BUDGET BY FUND SOURCE									
General Fund	1,096,700	1,096,700		965,000	965,000		965,000	965,000	
Restricted Funds	4,131,600	4,131,600		4,196,800	4,196,800		4,350,300	4,350,300	
Regular Total Funds	**5,228,300**	**5,228,300**		**5,161,800**	**5,161,800**		**5,315,300**	**5,315,300**	
Use of Continuing									
TOTAL BASE LEVEL	**5,228,300**	**5,228,300**		**5,161,800**	**5,161,800**		**5,315,300**	**5,315,300**	
TRANSFERS TO THE GENERAL FUND									
Alcoholic Beverage Control									
Agency Revenue Fund (KRS 243.025(1)(3))				500,000	500,000		350,000	350,000	
TOTAL				**500,000**	**500,000**		**350,000**	**350,000**	

ALCOHOLIC BEVERAGE CONTROL

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon reduced fiscal year 2007-2008 funding levels as revised by the General Fund Budget Reduction Order 08-01. This Order reduced General Fund appropriations by $65,262,416 and Restricted Funds appropriations by $8,873,600 in fiscal year 2007-2008. The Order also increased resources to the General Fund through additional fund transfers of $42,324,600 in fiscal year 2007-2008.

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon mandatory General Fund lapses of $174,143,584 in fiscal year 2007-2008, $2,500,000 in fiscal year 2008-2009, and $2,250,000 in fiscal year 2009-2010.

The State/Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy, addresses salary increments, retirement, health insurance, and personnel complement.

The State/Executive Branch Budget Bill, Part V, Funds Transfer, includes transfers from the Office of Alcoholic Beverage Control, Restricted Funds of $500,000 in fiscal year 2008-2009, and $350,000 in fiscal year 2009-2010.

HOUSE REPORT

The House concurs with the Branch.

SENATE REPORT

The Senate concurs with the House.

Charitable Gaming

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
Restricted Funds	3,143,200	3,143,200		3,057,600	3,057,600		3,092,900	3,092,900	
Regular Total Funds	**3,143,200**	**3,143,200**		**3,057,600**	**3,057,600**		**3,092,900**	**3,092,900**	
Use of Continuing									
TOTAL FUNDS	**3,143,200**	**3,143,200**		**3,057,600**	**3,057,600**		**3,092,900**	**3,092,900**	
II. EXPENDITURE CATEGORY									
Personnel Costs	2,403,400	2,403,400		2,636,500	2,636,500		2,672,500	2,672,500	
Operating Expenses	724,800	724,800		421,100	421,100		420,400	420,400	
Capital Outlay	15,000	15,000							
TOTAL EXPENDITURES	**3,143,200**	**3,143,200**		**3,057,600**	**3,057,600**		**3,092,900**	**3,092,900**	
III. BASE LEVEL BUDGET BY FUND SOURCE									
Restricted Funds	3,143,200	3,143,200		3,057,600	3,057,600		3,092,900	3,092,900	
Regular Total Funds	**3,143,200**	**3,143,200**		**3,057,600**	**3,057,600**		**3,092,900**	**3,092,900**	
Use of Continuing									
TOTAL BASE LEVEL	**3,143,200**	**3,143,200**		**3,057,600**	**3,057,600**		**3,092,900**	**3,092,900**	

CHARITABLE GAMING

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon reduced fiscal year 2007-2008 funding levels as revised by the General Fund Budget Reduction Order 08-01. This Order reduced General Fund appropriations by $65,262,416 and Restricted Funds appropriations by $8,873,600 in fiscal year 2007-2008. The Order also increased resources to the General Fund through additional fund transfers of $42,324,600 in fiscal year 2007-2008.

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon mandatory General Fund lapses of $174,143,584 in fiscal year 2007-2008, $2,500,000 in fiscal year 2008-2009, and $2,250,000 in fiscal year 2009-2010.

The State/Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy, addresses salary increments, retirement, health insurance, and personnel complement.

HOUSE REPORT

The House concurs with the Branch.

SENATE REPORT

The Senate concurs with the House.

Board of Claims/Crime Victims' Compensation Board

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
General Fund	816,900	816,900		740,000	740,000		740,000	740,000	
Restricted Funds	1,929,400	1,929,400		1,684,200	1,684,200		1,715,300	1,715,300	
Federal Funds	940,100	940,100		540,100	540,100		540,100	540,100	
Regular Total Funds	**3,686,400**	**3,686,400**		**2,964,300**	**2,964,300**		**2,995,400**	**2,995,400**	
Use of Continuing									
TOTAL FUNDS	**3,686,400**	**3,686,400**		**2,964,300**	**2,964,300**		**2,995,400**	**2,995,400**	
II. EXPENDITURE CATEGORY									
Personnel Costs	1,065,100	1,065,100		1,123,100	1,123,100		1,154,200	1,154,200	
Operating Expenses	1,721,300	1,721,300		1,230,200	1,230,200		1,241,200	1,241,200	
Grants, Loans, Benefits	900,000	900,000		600,000	600,000		600,000	600,000	
Capital Outlay				11,000	11,000				
TOTAL EXPENDITURES	**3,686,400**	**3,686,400**		**2,964,300**	**2,964,300**		**2,995,400**	**2,995,400**	
III. BASE LEVEL BUDGET BY FUND SOURCE									
General Fund	816,900	816,900		740,000	740,000		740,000	740,000	
Restricted Funds	1,929,400	1,929,400		1,684,200	1,684,200		1,715,300	1,715,300	
Federal Funds	940,100	940,100		540,100	540,100		540,100	540,100	
Regular Total Funds	**3,686,400**	**3,686,400**		**2,964,300**	**2,964,300**		**2,995,400**	**2,995,400**	
Use of Continuing									
TOTAL BASE LEVEL	**3,686,400**	**3,686,400**		**2,964,300**	**2,964,300**		**2,995,400**	**2,995,400**	
TRANSFERS TO THE GENERAL FUND									
Board of Claims/Crime Victims' Compensation Board									
Agency Revenue Fund (KRS 346.185)							500,000	500,000	
TOTAL							**500,000**	**500,000**	

BOARD OF CLAIMS/CRIME VICTIMS' COMPENSATION BOARD

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon reduced fiscal year 2007-2008 funding levels as revised by the General Fund Budget Reduction Order 08-01. This Order reduced General Fund appropriations by $65,262,416 and Restricted Funds appropriations by $8,873,600 in fiscal year 2007-2008. The Order also increased resources to the General Fund through additional fund transfers of $42,324,600 in fiscal year 2007-2008.

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon mandatory General Fund lapses of $174,143,584 in fiscal year 2007-2008, $2,500,000 in fiscal year 2008-2009, and $2,250,000 in fiscal year 2009-2010.

The State/Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy, addresses salary increments, retirement, health insurance, and personnel complement.

The State/Executive Branch Budget Bill, Part V, Funds Transfer, includes a transfer from the Board of Claims/Crime Victims' Compensation Board, Restricted Funds of $500,000 in fiscal year 2009-2010.

HOUSE REPORT

The House concurs with the Branch.

SENATE REPORT

The Senate concurs with the House.

F - Environmental and Public Protection Cabinet — Operating Budget

Financial Institutions

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
Restricted Funds	9,222,700	9,222,700		9,213,100	9,213,100		9,213,200	9,213,200	
Regular Total Funds	**9,222,700**	**9,222,700**		**9,213,100**	**9,213,100**		**9,213,200**	**9,213,200**	
Use of Continuing									
TOTAL FUNDS	**9,222,700**	**9,222,700**		**9,213,100**	**9,213,100**		**9,213,200**	**9,213,200**	
II. EXPENDITURE CATEGORY									
Personnel Costs	7,610,200	7,610,200		7,738,100	7,738,100		7,708,700	7,708,700	
Operating Expenses	1,532,500	1,532,500		1,475,000	1,475,000		1,504,500	1,504,500	
Capital Outlay	80,000	80,000							
TOTAL EXPENDITURES	**9,222,700**	**9,222,700**		**9,213,100**	**9,213,100**		**9,213,200**	**9,213,200**	
III. BASE LEVEL BUDGET BY FUND SOURCE									
Restricted Funds	9,222,700	9,222,700		8,901,100	8,901,100		8,901,200	8,901,200	
Regular Total Funds	**9,222,700**	**9,222,700**		**8,901,100**	**8,901,100**		**8,901,200**	**8,901,200**	
Use of Continuing									
TOTAL BASE LEVEL	**9,222,700**	**9,222,700**		**8,901,100**	**8,901,100**		**8,901,200**	**8,901,200**	
IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE									
Restricted Funds				312,000	312,000		312,000	312,000	
TOTAL ADDITIONAL				**312,000**	**312,000**		**312,000**	**312,000**	
V. ADDITIONAL BUDGET ITEMS									
1 GB Admin. Services									
ABRPPG00002 Provides funds for 1 position.									
Restricted Funds				62,000	62,000		62,000	62,000	
Project Total				**62,000**	**62,000**		**62,000**	**62,000**	
2 GB Div. of Financial Institutions									
ABRPPG00001 Provides funds for 3 full-time financial examiner positions.									
Restricted Funds				250,000	250,000		250,000	250,000	
Project Total				**250,000**	**250,000**		**250,000**	**250,000**	
TOTAL ADDITIONAL				**312,000**	**312,000**		**312,000**	**312,000**	

TRANSFERS TO THE GENERAL FUND

Financial Institutions

Financial Institutions

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference
TRANSFERS TO THE GENERAL FUND									
Agency Revenue Fund (KRS 286.01-485)	418,800	418,800		3,800,000	3,800,000		3,500,000	3,500,000	
TOTAL	**418,800**	**418,800**		**3,800,000**	**3,800,000**		**3,500,000**	**3,500,000**	

FINANCIAL INSTITUTIONS

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon reduced fiscal year 2007-2008 funding levels as revised by the General Fund Budget Reduction Order 08-01. This Order reduced General Fund appropriations by $65,262,416 and Restricted Funds appropriations by $8,873,600 in fiscal year 2007-2008. The Order also increased resources to the General Fund through additional fund transfers of $42,324,600 in fiscal year 2007-2008.

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon mandatory General Fund lapses of $174,143,584 in fiscal year 2007-2008, $2,500,000 in fiscal year 2008-2009, and $2,250,000 in fiscal year 2009-2010.

The State/Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy, addresses salary increments, retirement, health insurance, and personnel complement.

The State/Executive Branch Budget Bill, Part V, Funds Transfer, includes transfers from the Office of Financial Institutions, Restricted Funds of $418,000 in fiscal year 2007-2008, $3,800,000 in fiscal year 2008-2009, and $3,500,000 in fiscal year 2009-2010.

HOUSE REPORT

The House concurs with the Branch.

SENATE REPORT

The Senate concurs with the House.

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F - Environmental and Public Protection Cabinet — Operating Budget

Horse Racing Authority

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
General Fund	504,200	504,200		443,700	443,700		443,700	443,700	
Restricted Funds	27,867,500	27,867,500		28,010,000	28,010,000		27,934,600	27,934,600	
Regular Total Funds	**28,371,700**	**28,371,700**		**28,453,700**	**28,453,700**		**28,378,300**	**28,378,300**	
Use of Continuing									
TOTAL FUNDS	**28,371,700**	**28,371,700**		**28,453,700**	**28,453,700**		**28,378,300**	**28,378,300**	
II. EXPENDITURE CATEGORY									
Personnel Costs	2,485,300	2,485,300		2,706,900	2,706,900		2,776,800	2,776,800	
Operating Expenses	1,494,600	1,494,600		1,411,800	1,411,800		1,264,600	1,264,600	
Grants, Loans, Benefits	24,316,800	24,316,800		24,315,000	24,315,000		24,316,900	24,316,900	
Capital Outlay	75,000	75,000		20,000	20,000		20,000	20,000	
TOTAL EXPENDITURES	**28,371,700**	**28,371,700**		**28,453,700**	**28,453,700**		**28,378,300**	**28,378,300**	
III. BASE LEVEL BUDGET BY FUND SOURCE									
General Fund	504,200	504,200		443,700	443,700		443,700	443,700	
Restricted Funds	27,867,500	27,867,500		27,756,000	27,756,000		27,657,600	27,657,600	
Regular Total Funds	**28,371,700**	**28,371,700**		**28,199,700**	**28,199,700**		**28,101,300**	**28,101,300**	
Use of Continuing									
TOTAL BASE LEVEL	**28,371,700**	**28,371,700**		**28,199,700**	**28,199,700**		**28,101,300**	**28,101,300**	
IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE									
Restricted Funds				254,000	254,000		277,000	277,000	
TOTAL ADDITIONAL				**254,000**	**254,000**		**277,000**	**277,000**	
V. ADDITIONAL BUDGET ITEMS									
1 GB Div. of Admin. & Regulation of Racing									
ABRPPA00004 Provides funds for 7 full-time positions to handle background checks, increased testing and supervision of pari-mutuel wagering.									
Restricted Funds				254,000	254,000		277,000	277,000	
Project Total				**254,000**	**254,000**		**277,000**	**277,000**	
TOTAL ADDITIONAL				**254,000**	**254,000**		**277,000**	**277,000**	

HORSE RACING AUTHORITY

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon reduced fiscal year 2007-2008 funding levels as revised by the General Fund Budget Reduction Order 08-01. This Order reduced General Fund appropriations by $65,262,416 and Restricted Funds appropriations by $8,873,600 in fiscal year 2007-2008. The Order also increased resources to the General Fund through additional fund transfers of $42,324,600 in fiscal year 2007-2008.

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon mandatory General Fund lapses of $174,143,584 in fiscal year 2007-2008, $2,500,000 in fiscal year 2008-2009, and $2,250,000 in fiscal year 2009-2010.

The State/Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy, addresses salary increments, retirement, health insurance, and personnel complement.

HOUSE REPORT

The House concurs with the Branch with the following change:

The House amends the State/Executive Branch Budget Bill, Part I, Operating Budget, to include the following language provision:

"**Racing Dates' Fees and Assessments:** The Horse Racing Authority shall not impose a fee or assessment on thoroughbred and standardbred racetracks above the daily assessment or fee charged per day, per race track in fiscal year 2005-2006."

SENATE REPORT

The Senate concurs with the House with the following change:

The Senate modifies Part I, Operating Budget, language provision as follows:

"**Racing Dates' Fees and Assessments:** The Horse Racing Authority shall impose a fee or assessment only on thoroughbred and standardbred racetracks with an average daily handle, as defined in KRS 138.510(1), equal to or above $1,200,000. The fee or assessment imposed shall not exceed the daily assessment or fee charged per day, per race track in fiscal year 2005-2006."

F - Environmental and Public Protection Cabinet — Operating Budget

Housing, Buildings and Construction

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
General Fund	2,504,300	2,504,300		2,321,000	2,321,000		2,321,000	2,321,000	
Restricted Funds	14,592,400	14,592,400		15,826,400	15,826,400		17,292,500	17,292,500	
Regular Total Funds	**17,096,700**	**17,096,700**		**18,147,400**	**18,147,400**		**19,613,500**	**19,613,500**	
Use of Continuing									
TOTAL FUNDS	**17,096,700**	**17,096,700**		**18,147,400**	**18,147,400**		**19,613,500**	**19,613,500**	
II. EXPENDITURE CATEGORY									
Personnel Costs	13,859,300	13,859,300		15,254,900	15,254,900		16,711,800	16,711,800	
Operating Expenses	3,237,400	3,237,400		2,892,500	2,892,500		2,901,700	2,901,700	
TOTAL EXPENDITURES	**17,096,700**	**17,096,700**		**18,147,400**	**18,147,400**		**19,613,500**	**19,613,500**	
III. BASE LEVEL BUDGET BY FUND SOURCE									
General Fund	2,504,300	2,504,300		2,321,000	2,321,000		2,321,000	2,321,000	
Restricted Funds	14,592,400	14,592,400		14,597,600	14,597,600		15,028,100	15,028,100	
Regular Total Funds	**17,096,700**	**17,096,700**		**16,918,600**	**16,918,600**		**17,349,100**	**17,349,100**	
Use of Continuing									
TOTAL BASE LEVEL	**17,096,700**	**17,096,700**		**16,918,600**	**16,918,600**		**17,349,100**	**17,349,100**	
IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE									
Restricted Funds				1,228,800	1,228,800		2,264,400	2,264,400	
TOTAL ADDITIONAL				**1,228,800**	**1,228,800**		**2,264,400**	**2,264,400**	
V. ADDITIONAL BUDGET ITEMS									
1 EXPAN Heating, Ventilation & Air Conditioning									
ABRPPP00001 Provides funds for 38 and 51 positions, respectively.									
Restricted Funds				1,139,600	1,139,600		2,170,500	2,170,500	
Project Total				**1,139,600**	**1,139,600**		**2,170,500**	**2,170,500**	
2 NEW Safe Cigarette Program									
ABRPPP00005 Provides funds for 1 full-time position to administer the program.									
Restricted Funds				89,200	89,200		93,900	93,900	
Project Total				**89,200**	**89,200**		**93,900**	**93,900**	
TOTAL ADDITIONAL				**1,228,800**	**1,228,800**		**2,264,400**	**2,264,400**	

Housing, Buildings and Construction

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference
TRANSFERS TO THE GENERAL FUND									
Housing, Buildings and Construction									
Agency Revenue Fund	600,000	600,000		1,300,000	1,300,000		1,800,000	1,800,000	
(KRS 198B.090(10), 198B.095(2), 198B.615, 198B.676(2), 227.620(5), 227A.050(1)(2), 236.130(3), and 318.136)									
TOTAL	**600,000**	**600,000**		**1,300,000**	**1,300,000**		**1,800,000**	**1,800,000**	

HOUSING, BUILDINGS AND CONSTRUCTION

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon reduced fiscal year 2007-2008 funding levels as revised by the General Fund Budget Reduction Order 08-01. This Order reduced General Fund appropriations by $65,262,416 and Restricted Funds appropriations by $8,873,600 in fiscal year 2007-2008. The Order also increased resources to the General Fund through additional fund transfers of $42,324,600 in fiscal year 2007-2008.

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon mandatory General Fund lapses of $174,143,584 in fiscal year 2007-2008, $2,500,000 in fiscal year 2008-2009, and $2,250,000 in fiscal year 2009-2010.

The State/Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy, addresses salary increments, retirement, health insurance, and personnel complement.

The State/Executive Branch Budget Bill, Part V, Funds Transfer, includes transfers from the Office of Housing Buildings and Construction, Restricted Funds of $600,000 in fiscal year 2007-2008, $1,300,000 in fiscal year 2008-2009, and $1,800,000 in fiscal year 2009-2010.

The State/Executive Branch Budget Bill, Part I, Operating Budget, includes language provisions that direct:

"**Funding Flexibility**: Notwithstanding KRS 198B.090(10), 198B.095(2), 198B.615, 198B.676(2), 227.620(5), 227A.050(1)(2), 236.130(3), and 318.136, the Office of Housing, Buildings and Construction may expend Restricted Funds for programs administered by the Office."

HOUSE REPORT

The House concurs with the Branch with the following change:

The House amends the State/Executive Branch Budget Bill, Part I, Operating Budget, to delete the following language provision:

"**Funding Flexibility**: Notwithstanding KRS 198B.090(10), 198B.095(2), 198B.615, 198B.676(2), 227.620(5), 227A.050(1)(2), 236.130(3), and 318.136, the Office of Housing, Buildings and Construction may expend Restricted Funds for programs administered by the Office."

HOUSING, BUILDINGS AND CONSTRUCTION
The House amends the State/Executive Branch Budget Bill, Part I, Operating Budget, to include the following language provision:

"**Funding Flexibility:** Notwithstanding KRS 198B.090(10), 198B.095(2), 198B.615, 198B.676(2), 227.620(5), 227A.050(1)(2), 236.130(3), and 318.136, the Office of Housing, Buildings and Construction may expend, with the approval of any affected boards, any Restricted Funds for programs administered by the Office. The Office of Housing, Buildings and Construction shall return any funds transferred from a board back to the board within the fiscal biennium."

SENATE REPORT
The Senate concurs with the House.

Housing, Buildings and Construction

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference
II. CAPITAL PROJECTS									
1 Franklin County - Lease									
PRJPPP05000									
Restricted Funds									
Project Total									
TOTAL CAPITAL									

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F - Environmental and Public Protection Cabinet — Operating Budget

Insurance

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
General Fund (Tobacco)	19,180,200	19,180,200		19,551,300	19,551,300		19,881,900	19,881,900	
General Fund	13,095,000	13,095,000							
Restricted Funds	21,719,900	21,719,900		20,358,300	20,358,300		20,651,000	20,651,000	
Federal Funds	2,381,600	2,381,600							
Regular Total Funds	**56,376,700**	**56,376,700**		**39,909,600**	**39,909,600**		**40,532,900**	**40,532,900**	
Use of Continuing	3,188,000	3,188,000							
TOTAL FUNDS	**59,564,700**	**59,564,700**		**39,909,600**	**39,909,600**		**40,532,900**	**40,532,900**	
II. EXPENDITURE CATEGORY									
Personnel Costs	41,172,400	41,172,400		37,858,000	37,858,000		38,460,300	38,460,300	
Operating Expenses	2,971,700	2,971,700		2,027,400	2,027,400		2,039,600	2,039,600	
Grants, Loans, Benefits	15,330,900	15,330,900							
Capital Outlay	89,700	89,700		24,200	24,200		33,000	33,000	
TOTAL EXPENDITURES	**59,564,700**	**59,564,700**		**39,909,600**	**39,909,600**		**40,532,900**	**40,532,900**	
III. BASE LEVEL BUDGET BY FUND SOURCE									
General Fund (Tobacco)	19,180,200	19,180,200		19,551,300	19,551,300		19,881,900	19,881,900	
General Fund	13,095,000	13,095,000							
Restricted Funds	21,719,900	21,719,900		20,358,300	20,358,300		20,651,000	20,651,000	
Federal Funds	2,381,600	2,381,600							
Regular Total Funds	**56,376,700**	**56,376,700**		**39,909,600**	**39,909,600**		**40,532,900**	**40,532,900**	
Use of Continuing	3,188,000	3,188,000							
TOTAL BASE LEVEL	**59,564,700**	**59,564,700**		**39,909,600**	**39,909,600**		**40,532,900**	**40,532,900**	
TRANSFERS TO THE GENERAL FUND									
Insurance									
Agency Revenue Fund (KRS 304.2-300(1)(4), 304.2-400 and 304.2-440(4))				15,820,000	15,820,000		15,360,000	15,360,000	
Kentucky Access Fund (KRS 304.2-440(4) and 304-17B-021)				71,551,500	71,551,500		5,385,900	5,385,900	
Expendable Trust Fund (2006 Kentucky Acts Chapter 252, Part XXIII, Section 6)				16,750,000	16,750,000				
Fire and Tornado Insurance Fund (KRS 56.180)	1,000,000	1,000,000							

Insurance

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference
TOTAL	**1,000,000**	**1,000,000**		**104,121,500**	**104,121,500**		**20,745,900**	**20,745,900**	

INSURANCE

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon reduced fiscal year 2007-2008 funding levels as revised by the General Fund Budget Reduction Order 08-01. This Order reduced General Fund appropriations by $65,262,416 and Restricted Funds appropriations by $8,873,600 in fiscal year 2007-2008. The Order also increased resources to the General Fund through additional fund transfers of $42,324,600 in fiscal year 2007-2008.

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon mandatory General Fund lapses of $174,143,584 in fiscal year 2007-2008, $2,500,000 in fiscal year 2008-2009, and $2,250,000 in fiscal year 2009-2010.

The State/Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy, addresses salary increments, retirement, health insurance, and personnel complement.

The State/Executive Branch Budget Bill, Part V, Funds Transfer, includes transfers from the Office of Insurance, Restricted Funds of $15,820,000 in fiscal year 2008-2009, and $15,360,000 in fiscal year 2009-2010; Kentucky Access Fund, Restricted Funds of $71,551,500 in fiscal year 2008-2009 and $5,385,900 in fiscal year 2009-2010; Expendable Trust Fund, Restricted Funds of $16,750,000 in fiscal year 2008-2009; Fire and Tornado Insurance Fund, Restricted Funds of $1,000,000 in fiscal year 2007-2008.

The State/Executive Branch Budget Bill, Part I, Operating Budget, includes language provisions that direct:

"**Tobacco Settlement Funds**: Included in the above General Fund (Tobacco) appropriation is $19,551,300 in fiscal year 2008-2009 and $19,881,900 in fiscal year 2009-2010 for the Kentucky Access Program."

HOUSE REPORT

The House concurs with the Branch.

SENATE REPORT

The Senate concurs with the House.

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Insurance

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference
II. CAPITAL PROJECTS									
1 Franklin County - Lease									
PRJPPD05000									
Restricted Funds									
Project Total									
TOTAL CAPITAL									

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Mine Safety Review Commission

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
General Fund	184,200	184,200		183,900	183,900		187,100	187,100	
Restricted Funds				5,000	5,000		5,500	5,500	
Regular Total Funds	**184,200**	**184,200**		**188,900**	**188,900**		**192,600**	**192,600**	
Use of Continuing									
TOTAL FUNDS	**184,200**	**184,200**		**188,900**	**188,900**		**192,600**	**192,600**	
II. EXPENDITURE CATEGORY									
Personnel Costs	157,900	157,900		155,800	155,800		159,000	159,000	
Operating Expenses	26,300	26,300		33,100	33,100		33,600	33,600	
TOTAL EXPENDITURES	**184,200**	**184,200**		**188,900**	**188,900**		**192,600**	**192,600**	
III. BASE LEVEL BUDGET BY FUND SOURCE									
General Fund	184,200	184,200		183,900	183,900		187,100	187,100	
Restricted Funds				5,000	5,000		5,500	5,500	
Regular Total Funds	**184,200**	**184,200**		**188,900**	**188,900**		**192,600**	**192,600**	
Use of Continuing									
TOTAL BASE LEVEL	**184,200**	**184,200**		**188,900**	**188,900**		**192,600**	**192,600**	

MINE SAFETY REVIEW COMMISSION

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon reduced fiscal year 2007-2008 funding levels as revised by the General Fund Budget Reduction Order 08-01. This Order reduced General Fund appropriations by $65,262,416 and Restricted Funds appropriations by $8,873,600 in fiscal year 2007-2008. The Order also increased resources to the General Fund through additional fund transfers of $42,324,600 in fiscal year 2007-2008.

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon mandatory General Fund lapses of $174,143,584 in fiscal year 2007-2008, $2,500,000 in fiscal year 2008-2009, and $2,250,000 in fiscal year 2009-2010.

The State/Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy, addresses salary increments, retirement, health insurance, and personnel complement.

HOUSE REPORT

The House concurs with the Branch with the following change:

The House increases General Fund support totaling $50,000 in each fiscal year for the operating funds of the Mine Safety Review Commission.

SENATE REPORT

The Senate concurs with the House.

F - Environmental and Public Protection Cabinet — Operating Budget

Mine Safety and Licensing

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
General Fund	10,335,100	10,335,100		13,464,400	13,464,400		13,790,200	13,790,200	
Restricted Funds	2,397,200	2,397,200		1,947,500	1,947,500		1,952,000	1,952,000	
Federal Funds	631,100	631,100		631,100	631,100		631,100	631,100	
Regular Total Funds	**13,363,400**	**13,363,400**		**16,043,000**	**16,043,000**		**16,373,300**	**16,373,300**	
Use of Continuing									
TOTAL FUNDS	**13,363,400**	**13,363,400**		**16,043,000**	**16,043,000**		**16,373,300**	**16,373,300**	
II. EXPENDITURE CATEGORY									
Personnel Costs	11,126,000	11,126,000		13,007,500	13,007,500		13,704,200	13,704,200	
Operating Expenses	2,074,400	2,074,400		2,781,900	2,781,900		2,511,100	2,511,100	
Grants, Loans, Benefits	158,000	158,000		158,000	158,000		158,000	158,000	
Capital Outlay	5,000	5,000		95,600	95,600				
TOTAL EXPENDITURES	**13,363,400**	**13,363,400**		**16,043,000**	**16,043,000**		**16,373,300**	**16,373,300**	
III. BASE LEVEL BUDGET BY FUND SOURCE									
General Fund	10,335,100	10,335,100		10,464,400	10,464,400		10,790,200	10,790,200	
Restricted Funds	2,397,200	2,397,200		1,947,500	1,947,500		1,952,000	1,952,000	
Federal Funds	631,100	631,100		631,100	631,100		631,100	631,100	
Regular Total Funds	**13,363,400**	**13,363,400**		**13,043,000**	**13,043,000**		**13,373,300**	**13,373,300**	
Use of Continuing									
TOTAL BASE LEVEL	**13,363,400**	**13,363,400**		**13,043,000**	**13,043,000**		**13,373,300**	**13,373,300**	
IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE									
General Fund				3,000,000	3,000,000		3,000,000	3,000,000	
TOTAL ADDITIONAL				**3,000,000**	**3,000,000**		**3,000,000**	**3,000,000**	
V. ADDITIONAL BUDGET ITEMS									
1 EXPAN Safety Inspection and Licensing									
ABRNRE00007 Provides funds to support 13 positions and purchase 10 vehicles.									
General Fund				1,279,800	1,279,800		1,265,800	1,265,800	
Project Total				**1,279,800**	**1,279,800**		**1,265,800**	**1,265,800**	
2 EXPAN Safety Analysis & Training Cert									
ABRNRE00003 Provides funds to support 20 full-time positions and 10 vehicles.									
General Fund				1,720,200	1,720,200		1,734,200	1,734,200	
Project Total				**1,720,200**	**1,720,200**		**1,734,200**	**1,734,200**	

Mine Safety and Licensing

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference
TOTAL ADDITIONAL				3,000,000	3,000,000		3,000,000	3,000,000	

MINE SAFETY AND LICENSING

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon reduced fiscal year 2007-2008 funding levels as revised by the General Fund Budget Reduction Order 08-01. This Order reduced General Fund appropriations by $65,262,416 and Restricted Funds appropriations by $8,873,600 in fiscal year 2007-2008. The Order also increased resources to the General Fund through additional fund transfers of $42,324,600 in fiscal year 2007-2008.

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon mandatory General Fund lapses of $174,143,584 in fiscal year 2007-2008, $2,500,000 in fiscal year 2008-2009, and $2,250,000 in fiscal year 2009-2010.

The State/Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy, addresses salary increments, retirement, health insurance, and personnel complement.

The State/Executive Branch Budget Bill, Part I, Operating Budget, includes language provisions that direct:

"**Mine Safety**: Notwithstanding KRS 45.4592, the quarterly calculation of the allocation of moneys to coal-producing counties through the Local Government Economic Development Fund shall be made only after each quarterly installment of the annual appropriation of $3,000,000 in fiscal year 2008-2009 and $3,000,000 in fiscal year 2009-2010 is appropriated as General Fund moneys to the Mine Safety and Licensing budget unit."

HOUSE REPORT

The House concurs with the Branch with the following change:

The House amends the State/Executive Branch Budget Bill, Part I, Operating Budget, to delete the following language provision:

"**Mine Safety**: Notwithstanding KRS 45.4592, the quarterly calculation of the allocation of moneys to coal-producing counties through the Local Government Economic Development Fund shall be made only after each quarterly installment of the annual appropriation of $3,000,000 in fiscal year 2008-2009 and $3,000,000 in fiscal year 2009-2010 is appropriated as General Fund moneys to the Mine Safety and Licensing budget unit."

SENATE REPORT

The Senate concurs with the House.

MINE SAFETY AND LICENSING

F - Environmental and Public Protection Cabinet — Operating Budget

Public Service Commission

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
General Fund	8,218,900	8,218,900		13,000,000	11,439,300	(1,560,700)	13,000,000	11,439,300	(1,560,700)
Restricted Funds	810,700	810,700		840,900	840,900		840,900	840,900	
Federal Funds	218,300	218,300		218,300	218,300		218,300	218,300	
Regular Total Funds	**9,247,900**	**9,247,900**		**14,059,200**	**12,498,500**	**(1,560,700)**	**14,059,200**	**12,498,500**	**(1,560,700)**
Use of Continuing	1,155,200	1,155,200		(2,500,000)	(2,500,000)		(2,250,000)	(2,250,000)	
TOTAL FUNDS	**10,403,100**	**10,403,100**		**11,559,200**	**9,998,500**	**(1,560,700)**	**11,809,200**	**10,248,500**	**(1,560,700)**
II. EXPENDITURE CATEGORY									
Personnel Costs	8,591,300	8,591,300		8,792,600	7,434,800	(1,357,800)	9,047,600	7,689,800	(1,357,800)
Operating Expenses	375,100	375,100		1,317,900	1,115,000	(202,900)	1,312,900	1,110,000	(202,900)
Grants, Loans, Benefits	810,700	810,700		840,900	840,900		840,900	840,900	
Debt Service	589,000	589,000		589,000	589,000		589,000	589,000	
Capital Outlay	37,000	37,000		18,800	18,800		18,800	18,800	
TOTAL EXPENDITURES	**10,403,100**	**10,403,100**		**11,559,200**	**9,998,500**	**(1,560,700)**	**11,809,200**	**10,248,500**	**(1,560,700)**
III. BASE LEVEL BUDGET BY FUND SOURCE									
General Fund	8,218,900	8,218,900		12,873,000	11,312,300	(1,560,700)	12,859,000	11,298,300	(1,560,700)
Restricted Funds	810,700	810,700		840,900	840,900		840,900	840,900	
Federal Funds	218,300	218,300		218,300	218,300		218,300	218,300	
Regular Total Funds	**9,247,900**	**9,247,900**		**13,932,200**	**12,371,500**	**(1,560,700)**	**13,918,200**	**12,357,500**	**(1,560,700)**
Use of Continuing	1,155,200	1,155,200		(2,500,000)	(2,500,000)		(2,250,000)	(2,250,000)	
TOTAL BASE LEVEL	**10,403,100**	**10,403,100**		**11,432,200**	**9,871,500**	**(1,560,700)**	**11,668,200**	**10,107,500**	**(1,560,700)**
IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE									
General Fund				127,000	127,000		141,000	141,000	
TOTAL ADDITIONAL				**127,000**	**127,000**		**141,000**	**141,000**	
V. ADDITIONAL BUDGET ITEMS									
1 GB Div. of Filings									
ABRPPF00003 Provides funds for 2 positions.									
General Fund				127,000	127,000		141,000	141,000	
Project Total				**127,000**	**127,000**		**141,000**	**141,000**	
TOTAL ADDITIONAL				**127,000**	**127,000**		**141,000**	**141,000**	

PUBLIC SERVICE COMMISSION

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon reduced fiscal year 2007-2008 funding levels as revised by the General Fund Budget Reduction Order 08-01. This Order reduced General Fund appropriations by $65,262,416 and Restricted Funds appropriations by $8,873,600 in fiscal year 2007-2008. The Order also increased resources to the General Fund through additional fund transfers of $42,324,600 in fiscal year 2007-2008.

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon mandatory General Fund lapses of $174,143,584 in fiscal year 2007-2008, $2,500,000 in fiscal year 2008-2009, and $2,250,000 in fiscal year 2009-2010.

The State/Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy, addresses salary increments, retirement, health insurance, and personnel complement.

The State/Executive Branch Budget Bill, Part I, Operating Budget, includes language provisions that direct:

"**Debt Service**: Included in the above General Fund appropriation is $589,000 in fiscal year 2008-2009 and $589,000 in fiscal year 2009-2010 for debt service for previously issued bonds."

"**Lapse of General Fund Appropriation Balance**: Notwithstanding KRS 278.150(3), $2,500,000 in fiscal year 2008-2009 and $2,250,000 in fiscal year 2009-2010 shall lapse to the credit of the General Fund."

"**Telecommunication Access Program**: Notwithstanding KRS 278.5499, the funding mechanism for the telecommunication device for the deaf distribution program shall allocate not more than two cents per access line per month."

HOUSE REPORT

The House concurs with the Branch.

SENATE REPORT

The Senate concurs with the House with the following change:

The Senate provides General Fund support of $11,439,300 in fiscal year 2008-2009 and $11,439,300 in fiscal year 2009-2010.

PUBLIC SERVICE COMMISSION

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Tax Appeals

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
General Fund	439,800	439,800		439,800	439,800		439,800	439,800	
Regular Total Funds	**439,800**	**439,800**		**439,800**	**439,800**		**439,800**	**439,800**	
Use of Continuing									
TOTAL FUNDS	**439,800**	**439,800**		**439,800**	**439,800**		**439,800**	**439,800**	
II. EXPENDITURE CATEGORY									
Personnel Costs	425,000	425,000		424,400	424,400		427,200	427,200	
Operating Expenses	14,800	14,800		15,400	15,400		12,600	12,600	
TOTAL EXPENDITURES	**439,800**	**439,800**		**439,800**	**439,800**		**439,800**	**439,800**	
III. BASE LEVEL BUDGET BY FUND SOURCE									
General Fund	439,800	439,800		439,800	439,800		439,800	439,800	
Regular Total Funds	**439,800**	**439,800**		**439,800**	**439,800**		**439,800**	**439,800**	
Use of Continuing									
TOTAL BASE LEVEL	**439,800**	**439,800**		**439,800**	**439,800**		**439,800**	**439,800**	

TAX APPEALS

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon reduced fiscal year 2007-2008 funding levels as revised by the General Fund Budget Reduction Order 08-01. This Order reduced General Fund appropriations by $65,262,416 and Restricted Funds appropriations by $8,873,600 in fiscal year 2007-2008. The Order also increased resources to the General Fund through additional fund transfers of $42,324,600 in fiscal year 2007-2008.

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon mandatory General Fund lapses of $174,143,584 in fiscal year 2007-2008, $2,500,000 in fiscal year 2008-2009, and $2,250,000 in fiscal year 2009-2010.

The State/Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy, addresses salary increments, retirement, health insurance, and personnel complement.

HOUSE REPORT

The House concurs with the Branch.

SENATE REPORT

The Senate concurs with the House.

Labor

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
General Fund	2,410,000	2,410,000		2,121,100	2,121,100		2,121,300	2,121,300	
Restricted Funds	111,159,800	111,159,800		93,911,300	93,911,300		94,777,300	94,777,300	
Federal Funds	3,294,100	3,294,100		3,239,200	3,239,200		3,236,400	3,236,400	
Regular Total Funds	**116,863,900**	**116,863,900**		**99,271,600**	**99,271,600**		**100,135,000**	**100,135,000**	
Use of Continuing									
TOTAL FUNDS	**116,863,900**	**116,863,900**		**99,271,600**	**99,271,600**		**100,135,000**	**100,135,000**	
II. EXPENDITURE CATEGORY									
Personnel Costs	22,673,300	22,673,300		22,170,900	22,170,900		22,820,200	22,820,200	
Operating Expenses	5,437,500	5,437,500		4,925,700	4,925,700		5,168,800	5,168,800	
Grants, Loans, Benefits	88,424,800	88,424,800		72,001,000	72,001,000		72,001,000	72,001,000	
Capital Outlay	328,300	328,300		174,000	174,000		145,000	145,000	
TOTAL EXPENDITURES	**116,863,900**	**116,863,900**		**99,271,600**	**99,271,600**		**100,135,000**	**100,135,000**	
III. BASE LEVEL BUDGET BY FUND SOURCE									
General Fund	2,410,000	2,410,000		2,121,100	2,121,100		2,121,300	2,121,300	
Restricted Funds	111,159,800	111,159,800		93,911,300	93,911,300		94,777,300	94,777,300	
Federal Funds	3,294,100	3,294,100		3,239,200	3,239,200		3,236,400	3,236,400	
Regular Total Funds	**116,863,900**	**116,863,900**		**99,271,600**	**99,271,600**		**100,135,000**	**100,135,000**	
Use of Continuing									
TOTAL BASE LEVEL	**116,863,900**	**116,863,900**		**99,271,600**	**99,271,600**		**100,135,000**	**100,135,000**	

LABOR

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon reduced fiscal year 2007-2008 funding levels as revised by the General Fund Budget Reduction Order 08-01. This Order reduced General Fund appropriations by $65,262,416 and Restricted Funds appropriations by $8,873,600 in fiscal year 2007-2008. The Order also increased resources to the General Fund through additional fund transfers of $42,324,600 in fiscal year 2007-2008.

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon mandatory General Fund lapses of $174,143,584 in fiscal year 2007-2008, $2,500,000 in fiscal year 2008-2009, and $2,250,000 in fiscal year 2009-2010.

The State/Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy, addresses salary increments, retirement, health insurance, and personnel complement.

HOUSE REPORT

The House concurs with the Branch.

SENATE REPORT

The Senate concurs with the House.

Labor

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference
II. CAPITAL PROJECTS									
1 Franklin County - Lease									
PRJ920B5001									
Restricted Funds									
Project Total									
2 Franklin County - Lease									
PRJ920B5000									
Restricted Funds									
Project Total									
TOTAL CAPITAL									

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F - Environmental and Public Protection Cabinet **Operating Budget**

Occupational Safety and Health Review Commission

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
Restricted Funds	484,400	484,400		495,300	495,300		505,800	505,800	
Regular Total Funds	**484,400**	**484,400**		**495,300**	**495,300**		**505,800**	**505,800**	
Use of Continuing									
TOTAL FUNDS	**484,400**	**484,400**		**495,300**	**495,300**		**505,800**	**505,800**	
II. EXPENDITURE CATEGORY									
Personnel Costs	441,000	441,000		451,900	451,900		462,400	462,400	
Operating Expenses	43,400	43,400		43,400	43,400		43,400	43,400	
TOTAL EXPENDITURES	**484,400**	**484,400**		**495,300**	**495,300**		**505,800**	**505,800**	
III. BASE LEVEL BUDGET BY FUND SOURCE									
Restricted Funds	484,400	484,400		495,300	495,300		505,800	505,800	
Regular Total Funds	**484,400**	**484,400**		**495,300**	**495,300**		**505,800**	**505,800**	
Use of Continuing									
TOTAL BASE LEVEL	**484,400**	**484,400**		**495,300**	**495,300**		**505,800**	**505,800**	

OCCUPATIONAL SAFETY AND HEALTH REVIEW COMMISSION

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon reduced fiscal year 2007-2008 funding levels as revised by the General Fund Budget Reduction Order 08-01. This Order reduced General Fund appropriations by $65,262,416 and Restricted Funds appropriations by $8,873,600 in fiscal year 2007-2008. The Order also increased resources to the General Fund through additional fund transfers of $42,324,600 in fiscal year 2007-2008.

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon mandatory General Fund lapses of $174,143,584 in fiscal year 2007-2008, $2,500,000 in fiscal year 2008-2009, and $2,250,000 in fiscal year 2009-2010.

The State/Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy, addresses salary increments, retirement, health insurance, and personnel complement.

HOUSE REPORT

The House concurs with the Branch.

SENATE REPORT

The Senate concurs with the House.

Workers' Compensation Board

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
Restricted Funds	920,200	920,200		949,200	949,200		969,000	969,000	
Regular Total Funds	**920,200**	**920,200**		**949,200**	**949,200**		**969,000**	**969,000**	
Use of Continuing									
TOTAL FUNDS	**920,200**	**920,200**		**949,200**	**949,200**		**969,000**	**969,000**	
II. EXPENDITURE CATEGORY									
Personnel Costs	807,400	807,400		835,400	835,400		856,100	856,100	
Operating Expenses	112,800	112,800		113,800	113,800		112,900	112,900	
TOTAL EXPENDITURES	**920,200**	**920,200**		**949,200**	**949,200**		**969,000**	**969,000**	
III. BASE LEVEL BUDGET BY FUND SOURCE									
Restricted Funds	920,200	920,200		949,200	949,200		969,000	969,000	
Regular Total Funds	**920,200**	**920,200**		**949,200**	**949,200**		**969,000**	**969,000**	
Use of Continuing									
TOTAL BASE LEVEL	**920,200**	**920,200**		**949,200**	**949,200**		**969,000**	**969,000**	

WORKERS' COMPENSATION BOARD

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon reduced fiscal year 2007-2008 funding levels as revised by the General Fund Budget Reduction Order 08-01. This Order reduced General Fund appropriations by $65,262,416 and Restricted Funds appropriations by $8,873,600 in fiscal year 2007-2008. The Order also increased resources to the General Fund through additional fund transfers of $42,324,600 in fiscal year 2007-2008.

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon mandatory General Fund lapses of $174,143,584 in fiscal year 2007-2008, $2,500,000 in fiscal year 2008-2009, and $2,250,000 in fiscal year 2009-2010.

The State/Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy, addresses salary increments, retirement, health insurance, and personnel complement.

HOUSE REPORT

The House concurs with the Branch.

SENATE REPORT

The Senate concurs with the House.

Workers' Compensation Funding Commission

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
Restricted Funds	122,572,200	122,572,200		107,987,800	107,987,800		108,468,400	108,468,400	
Regular Total Funds	**122,572,200**	**122,572,200**		**107,987,800**	**107,987,800**		**108,468,400**	**108,468,400**	
Use of Continuing									
TOTAL FUNDS	**122,572,200**	**122,572,200**		**107,987,800**	**107,987,800**		**108,468,400**	**108,468,400**	
II. EXPENDITURE CATEGORY									
Personnel Costs	2,299,300	2,299,300		2,314,100	2,314,100		2,352,600	2,352,600	
Operating Expenses	116,642,900	116,642,900		104,058,700	104,058,700		104,500,800	104,500,800	
Grants, Loans, Benefits	3,630,000	3,630,000		1,615,000	1,615,000		1,615,000	1,615,000	
TOTAL EXPENDITURES	**122,572,200**	**122,572,200**		**107,987,800**	**107,987,800**		**108,468,400**	**108,468,400**	
III. BASE LEVEL BUDGET BY FUND SOURCE									
Restricted Funds	122,572,200	122,572,200		107,987,800	107,987,800		108,468,400	108,468,400	
Regular Total Funds	**122,572,200**	**122,572,200**		**107,987,800**	**107,987,800**		**108,468,400**	**108,468,400**	
Use of Continuing									
TOTAL BASE LEVEL	**122,572,200**	**122,572,200**		**107,987,800**	**107,987,800**		**108,468,400**	**108,468,400**	
TRANSFERS TO THE GENERAL FUND									
Workers' Compensation Funding Commission									
Insurance Administration Fund (KRS 342.1227)				6,200,000	6,200,000				
TOTAL				**6,200,000**	**6,200,000**				

WORKERS' COMPENSATION FUNDING COMMISSION

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon reduced fiscal year 2007-2008 funding levels as revised by the General Fund Budget Reduction Order 08-01. This Order reduced General Fund appropriations by $65,262,416 and Restricted Funds appropriations by $8,873,600 in fiscal year 2007-2008. The Order also increased resources to the General Fund through additional fund transfers of $42,324,600 in fiscal year 2007-2008.

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon mandatory General Fund lapses of $174,143,584 in fiscal year 2007-2008, $2,500,000 in fiscal year 2008-2009, and $2,250,000 in fiscal year 2009-2010.

The State/Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy, addresses salary increments, retirement, health insurance, and personnel complement.

The State/Executive Branch Budget Bill, Part V, Funds Transfer, includes transfers from the Workers' Compensation Funding Commission, Restricted Funds of $6,200,000 in fiscal year 2008-2009.

The State/Executive Branch Budget Bill, Part I, Operating Budget, includes language provisions that direct:

"**Commission Funding**: Notwithstanding KRS 342.122(1)(c), no General Fund appropriation is provided to the Kentucky Workers' Compensation Funding Commission in fiscal year 2008-2009 and fiscal year 2009-2010."

"**Mine Safety Funding**: Notwithstanding KRS 342.122(1)(a), $952,000 in each year of the biennium from the Coal Workers' Pneumoconiosis Fund shall support mine safety compliance, education, and training in the Office of Mine Safety and Licensing."

HOUSE REPORT

The House concurs with the Branch.

SENATE REPORT

The Senate concurs with the House.